

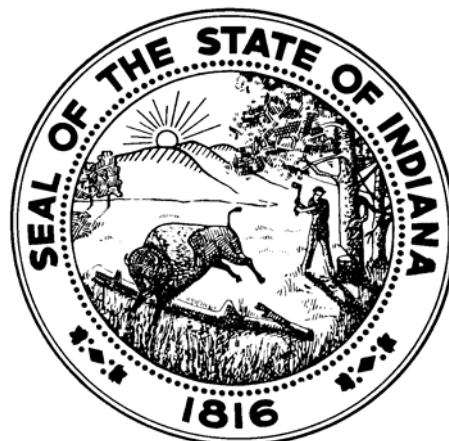
STATE BOARD OF ACCOUNTS
302 West Washington Street
Room E418
INDIANAPOLIS, INDIANA 46204-2769

ANNUAL FINANCIAL REPORT

2005

TOWN OF PLAINFIELD

HENDRICKS COUNTY, INDIANA



FILED
03/22/2007

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	H. Michael Isaac Wesley Bennett	01-01-04 to 08-14-05 08-15-05 to 12-31-07
President of the Town Council	Robin Brandgard	01-01-05 to 12-31-07
Superintendent of Utilities	Jason Castetter	01-01-05 to 12-31-07



STATE OF INDIANA

AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
302 WEST WASHINGTON STREET
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INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE TOWN OF PLAINFIELD, HENDRICKS COUNTY, INDIANA

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Plainfield (Town), as of and for the year ended December 31, 2005, which collectively comprise the Town's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Town's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

As discussed in Note I, the Town prepares its financial statements on the prescribed basis of accounting that demonstrates compliance with the cash and investment basis and budget laws of the State of Indiana, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective cash and investment balances of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town as of December 31, 2005, and the respective cash receipts and cash disbursements during the year then ended on the basis of accounting described in Note I.

The Schedules of Funding Progress and the Schedules of Contributions From the Employer and Other Contributing Entities as listed in the table of contents, are not required parts of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management, regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

The Town has not presented Management's Discussion and Analysis or Budgetary Comparison Schedules that accounting principles generally accepted in the United States of America has determined is necessary to supplement, although not required to be part of, the basic financial statements.

STATE BOARD OF ACCOUNTS

February 1, 2007

TOWN OF PLAINFIELD
STATEMENT OF ACTIVITIES AND NET ASSETS - CASH AND INVESTMENT BASIS
For The Year Ended December 31, 2005

Functions/Programs	Disbursements	Program Receipts			Net (Disbursement) Receipt and Changes in Net Assets		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Primary government:							
Governmental activities:							
General government	\$ 4,993,947	\$ 415,611	\$ 1,088,091	\$ -	\$ (3,490,245)	\$ -	\$ (3,490,245)
Public safety	9,270,405	913,448	12,163	-	(8,344,794)	-	(8,344,794)
Highways and streets	1,819,318	-	943,964	-	(875,354)	-	(875,354)
Culture and recreation	3,276,468	1,448,555	-	-	(1,827,913)	-	(1,827,913)
Economic development	744,534	-	-	-	(744,534)	-	(744,534)
Interest on long-term debt	1,852,483	-	-	-	(1,852,483)	-	(1,852,483)
Total governmental activities	21,957,155	2,777,614	2,044,218	-	(17,135,323)	-	(17,135,323)
Business-type activities:							
Water	3,740,548	3,814,947	-	74,187	-	148,586	148,586
Wastewater	10,641,168	5,552,644	-	74,683	-	(5,013,841)	(5,013,841)
Total business-type activities	14,381,716	9,367,591	-	148,870	-	(4,865,255)	(4,865,255)
Total primary government	\$ 36,338,871	\$ 12,145,205	\$ 2,044,218	\$ 148,870	(17,135,323)	(4,865,255)	(22,000,578)
General receipts:							
Property taxes					11,709,283	-	11,709,283
Income taxes					3,629,459	-	3,629,459
Other taxes					3,017,490	-	3,017,490
Unrestricted investment earnings					400,690	153,512	554,202
Total general receipts					18,756,922	153,512	18,910,434
Change in net assets					1,621,599	(4,711,743)	(3,090,144)
Net assets - beginning					20,286,682	12,346,436	32,633,118
Net assets - ending					\$ 21,908,281	\$ 7,634,693	\$ 29,542,974
<u>Assets</u>							
Cash and investments					\$ 17,033,015	\$ 4,637,557	\$ 21,670,572
Restricted assets:							
Cash and investments					4,875,266	2,997,136	7,872,402
Total assets					\$ 21,908,281	\$ 7,634,693	\$ 29,542,974
<u>Net Assets</u>							
Restricted for:							
Highways and streets					\$ 793,626	\$ -	\$ 793,626
Culture and recreation					892,618	-	892,618
Debt service					831,011	2,855,465	3,686,476
Other purposes					2,358,011	141,671	2,499,682
Unrestricted					17,033,015	4,637,557	21,670,572
Total net assets					\$ 21,908,281	\$ 7,634,693	\$ 29,542,974

The notes to the financial statements are an integral part of this statement.

TOWN OF PLAINFIELD
STATEMENT OF ASSETS AND FUND BALANCES AND RECEIPTS,
DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
GOVERNMENTAL FUNDS
For The Year Ended December 31, 2005

	General	Park and Recreation	Capital Development	Other Governmental Funds	Totals
Receipts:					
Taxes	\$ 9,894,827	\$ 54,164	\$ -	\$ 7,219,512	\$ 17,168,503
Licenses and permits	253,553	-	-	-	253,553
Intergovernmental	845,369	5,355	-	1,639,922	2,490,646
Charges for services	798,872	1,448,555	-	200,463	2,447,890
Fines and forfeits	64,248	-	-	11,923	76,171
Other	607,528	9,892	-	524,571	1,141,991
Total receipts	12,464,397	1,517,966	-	9,596,391	23,578,754
Disbursements:					
General government	2,348,065	-	-	915,621	3,263,686
Public safety	9,160,136	-	-	110,269	9,270,405
Highways and streets	-	-	-	940,654	940,654
Culture and recreation	-	2,546,323	-	-	2,546,323
Debt service:					
Principal	-	-	-	1,474,679	1,474,679
Interest	-	-	-	1,852,483	1,852,483
Capital outlay:					
General government	-	-	74,609	1,655,652	1,730,261
Highways and streets	-	-	-	878,664	878,664
Total disbursements	11,508,201	2,546,323	74,609	7,828,022	21,957,155
Excess (deficiency) of revenue over disbursements	956,196	(1,028,357)	(74,609)	1,768,369	1,621,599
Other financing sources (uses)					
Transfers in	-	-	-	575,000	575,000
Transfers out	-	-	-	(575,000)	(575,000)
Total other financing sources	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	956,196	(1,028,357)	(74,609)	1,768,369	1,621,599
Cash and investment fund balance - beginning	37,055	1,908,043	7,000,000	11,341,584	20,286,682
Cash and investment fund balance - ending	\$ 993,251	\$ 879,686	\$ 6,925,391	\$ 13,109,953	\$ 21,908,281
<u>Cash and Investment Assets - December 31</u>					
Cash and investments	\$ 993,251	\$ -	\$ 6,925,391	\$ 9,114,373	\$ 17,033,015
Restricted assets:					
Cash and investments	-	879,686	-	3,995,580	4,875,266
Total cash and investment assets - December 31	\$ 993,251	\$ 879,686	\$ 6,925,391	\$ 13,109,953	\$ 21,908,281
<u>Cash and Investment Fund Balance - December 31</u>					
Restricted for:					
Highways and streets	\$ -	\$ -	\$ -	\$ 793,626	\$ 793,626
Culture and recreation	-	879,686	-	12,932	892,618
Debt service	-	-	-	831,011	831,011
Other purposes	-	-	-	2,358,011	2,358,011
Unrestricted	993,251	-	6,925,391	9,114,373	17,033,015
Total cash and investment fund balance - December 31	\$ 993,251	\$ 879,686	\$ 6,925,391	\$ 13,109,953	\$ 21,908,281

The notes to the financial statements are an integral part of this statement.

TOWN OF PLAINFIELD
STATEMENT OF ASSETS AND FUND BALANCES AND
RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
PROPRIETARY FUNDS
As of and for the Year Ended December 31, 2005

	Water Utility	Wastewater Utility	Total
Operating receipts:			
Receipts from customers and users	\$ 2,883,679	\$ 3,422,855	\$ 6,306,534
Other receipts	<u>931,268</u>	<u>2,129,789</u>	<u>3,061,057</u>
Total operating receipts	<u>3,814,947</u>	<u>5,552,644</u>	<u>9,367,591</u>
Operating disbursements:			
Cost of sales and services	1,963,979	3,584,420	5,548,399
Equipment and capital improvements	<u>1,174,856</u>	<u>5,951,138</u>	<u>7,125,994</u>
Total operating disbursements	<u>3,138,835</u>	<u>9,535,558</u>	<u>12,674,393</u>
Excess (deficiency) of operating receipts over operating disbursements	<u>676,112</u>	<u>(3,982,914)</u>	<u>(3,306,802)</u>
Nonoperating receipts (disbursements):			
Interest and investment receipts	56,927	96,585	153,512
Debt service of principal	(290,000)	(480,000)	(770,000)
Debt service of interest	<u>(311,713)</u>	<u>(625,610)</u>	<u>(937,323)</u>
Total nonoperating receipts (disbursements)	<u>(544,786)</u>	<u>(1,009,025)</u>	<u>(1,553,811)</u>
Excess (deficiency) of receipts over disbursements and nonoperating receipts (disbursements)	131,326	(4,991,939)	(4,860,613)
Capital contributions	<u>74,187</u>	<u>74,683</u>	<u>148,870</u>
Excess (deficiency) of receipts, contributions and transfers in over disbursements and transfers out	205,513	(4,917,256)	(4,711,743)
Cash and investment fund balance - beginning	<u>4,208,620</u>	<u>8,137,816</u>	<u>12,346,436</u>
Cash and investment fund balance - ending	<u><u>\$ 4,414,133</u></u>	<u><u>\$ 3,220,560</u></u>	<u><u>\$ 7,634,693</u></u>
<u>Cash and Investment Assets - December 31</u>			
Cash and investments	\$ 2,643,986	\$ 1,993,571	\$ 4,637,557
Restricted assets:			
Cash and investments	<u>1,770,147</u>	<u>1,226,989</u>	<u>2,997,136</u>
Total cash and investment assets - December 31	<u><u>\$ 4,414,133</u></u>	<u><u>\$ 3,220,560</u></u>	<u><u>\$ 7,634,693</u></u>
<u>Cash and Investment Fund Balance - December 31</u>			
Restricted for:			
Debt service	\$ 1,628,476	\$ 1,226,989	\$ 2,855,465
Other purposes	141,671	-	141,671
Unrestricted	<u>2,643,986</u>	<u>1,993,571</u>	<u>4,637,557</u>
Total cash and investment fund balance - December 31	<u><u>\$ 4,414,133</u></u>	<u><u>\$ 3,220,560</u></u>	<u><u>\$ 7,634,693</u></u>

The notes to the financial statements are an integral part of this statement.

TOWN OF PLAINFIELD
STATEMENT OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
FIDUCIARY FUNDS
For The Year Ended December 31, 2005

	Pension Trust Funds	Agency Funds
Additions:		
Contributions:		
Employer	\$ 88,437	\$ -
Plan members	4,982	-
State	<u>132,512</u>	<u>-</u>
Total contributions	<u>225,931</u>	<u>-</u>
Agency fund additions	<u>-</u>	<u>12,621,859</u>
Total additions	<u>225,931</u>	<u>12,621,859</u>
Deductions:		
Benefits	233,184	-
Administrative and general	59,313	-
Agency fund deductions	<u>-</u>	<u>12,660,160</u>
Total deductions	<u>292,497</u>	<u>12,660,160</u>
Deficiency of total additions over total deductions	(66,566)	(38,301)
Cash and investment fund balance - beginning	<u>546,545</u>	<u>344,812</u>
Cash and investment fund balance - ending	<u>\$ 479,979</u>	<u>\$ 306,511</u>

The notes to the financial statements are an integral part of this statement.

TOWN OF PLAINFIELD
NOTES TO FINANCIAL STATEMENTS

I. Summary of Significant Accounting Policies

A. Reporting Entity

The Town was established under the laws of the State of Indiana. The Town operates under a Town Council form of government and provides the following services: public safety (police and fire), highways and streets, health and social services, culture and recreation, public improvements, planning and zoning, general administrative services, water and wastewater.

In determining the financial reporting entity, the Town complies with the provisions of GASB Statement No. 14, *The Financial Reporting Entity*.

B. Government-Wide and Fund Financial Statements

Government-Wide Financial Statements

The Statement of Activities and Net Assets – Cash and Investment Basis displays information about the reporting government as a whole. It includes all funds of the reporting entity except for fiduciary funds. The statement distinguishes between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

Fund Financial Statements

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitutes its assets, liabilities, fund equity, receipts, and disbursements. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

The Town reports the following major governmental funds:

The general fund is the primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The park and recreation fund accounts for revenues generated by and expenditures related to the Town's water park and recreational facilities.

The capital development fund accounts for a contract settlement with Galyan's based upon their moving from the TIF area before the tax abatement time period expired.

The Town reports the following major proprietary funds:

The water utility fund accounts for the operation of the water distribution system.

The wastewater utility fund accounts for the operation of the wastewater treatment plant, pumping stations and collection systems.

TOWN OF PLAINFIELD
NOTES TO FINANCIAL STATEMENTS
(Continued)

Additionally, the Town reports the following fund types:

The pension trust funds account for the activities of the 1925 police and 1937 fire pension funds, which accumulate resources for pension benefit payments.

The agency funds account for assets held by the primary government as an agent for the federal government, state government, and various employee insurance companies.

C. Measurement Focus and Basis of Accounting

The government-wide, governmental fund, proprietary fund and fiduciary fund financial statements are reported using the basis of accounting that demonstrates compliance with the cash and investment basis and budget laws of the State of Indiana, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. Receipts are recorded when received and disbursements are recorded when paid.

The cash and investment basis of accounting differs from accounting principles generally accepted in the United States of America in that receipts are recognized when received in cash rather than when earned and disbursements are recognized when paid rather than when a liability is incurred. Investment transactions are not presented on the financial statements.

If the Town utilized the basis of accounting recognized as generally accepted, the fund financial statements for governmental funds would use the modified accrual basis of accounting, while the fund financial statements for proprietary fund types would use the accrual basis of accounting. All government-wide financials would be presented on the accrual basis of accounting.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in the enterprise fund statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their enterprise funds, subject to this same limitation. The Town has elected not to follow subsequent private-sector guidance.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

Enterprise funds distinguish operating receipts and disbursements from nonoperating items. Operating receipts and disbursements generally result from providing services and producing and delivering goods in connection with an enterprise fund's principal ongoing operations. The principal operating receipts of the enterprise funds are charges to customers for sales and services. Operating disbursements for enterprise funds include the cost of sales and services and administrative costs. All receipts and disbursements not meeting this definition are reported as nonoperating receipts and disbursements. Internal service funds are used to account for activities provided to other departments or agencies primarily with the government. The Town does not have any internal service funds.

D. Assets and Cash and Investment Balances

1. Cash and Investments

Investments are stated at cost. Any changes in fair value of the investments are reported as interest receipts in the year of the sale of the investment.

TOWN OF PLAINFIELD
NOTES TO FINANCIAL STATEMENTS
(Continued)

2. Capital Assets

Capital assets arising from cash transactions acquired for use in governmental or proprietary fund operations are accounted for as capital outlay disbursements of the fund upon acquisition.

3. Long-Term Debt

Long-term debt arising from cash basis transactions of governmental and proprietary funds is not reported as liabilities in the basic financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest reported as disbursements.

4. Equity Classification

Government-Wide Statements

Equity is classified as net assets and displayed in two components:

- a. Restricted net assets – Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments, or (2) law through constitutional provisions or enabling legislation.
- b. Unrestricted net assets – All other net assets that do not meet the definition of "restricted."

It is the Town's policy to first use restricted net assets prior to the use of unrestricted net assets when a disbursement is incurred for purposes for which both restricted and unrestricted net assets are available.

Fund Financial Statements

Governmental fund equity is classified as fund balance. Proprietary fund equity is classified the same as in the government-wide statements.

E. Receipts and Disbursements

1. Program Receipts

Amounts reported as program receipts include (1) charges to customers or applicants for goods, services, or privileges provided, (2) operating grants and contributions, and (3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general receipts rather than as program receipts. Likewise, general receipts include all taxes.

2. Operating Receipts and Disbursements

Operating receipts and disbursements for proprietary funds result from providing services and producing and delivering goods and/or services. They also include all receipts and disbursements not related to capital and related financing, noncapital financing, or investing activities.

F. Internal and Interfund Balances and Activities

In the process of aggregating the financial information for the government-wide Statement of Activities and Net Assets – Cash and Investment Basis, some amounts reported as interfund activity and balances in the fund financial statements have been eliminated or reclassified.

TOWN OF PLAINFIELD
NOTES TO FINANCIAL STATEMENTS
(Continued)

Fund Financial Statements

1. Interfund services – Sales or purchases of goods and services between funds are reported as receipts and disbursements.
2. Interfund transfers – Flow of assets from one fund to another where repayment is not expected is reported as transfers in and out.

Government-Wide Financial Statements

Interfund activity and balances, if any, are eliminated or reclassified in the government-wide financial statements as follows:

Internal activities – Amounts reported as interfund transfers in the fund financial statements are eliminated in the government-wide Statement of Activities and Net Assets – Cash and Investment Basis except for the net amount of transfers between governmental and business-type activities, which are reported as Transfers – Internal Activities. The effects of interfund services between funds, if any, are not eliminated in the Statement of Activities and Net Assets – Cash and Investment Basis.

G. Compensated Absences

1. Sick Leave – employees earn sick leave at the rate of 8 to 12 hours per month. Unused sick leave may be accumulated to a maximum of 240 or 360 hours. Accumulated sick leave is not paid to employees.
2. Vacation Leave – employees earn vacation leave at rates from 48 to 312 hours based upon the number of years of service. Vacation leave does not accumulate from year to year. Accumulated vacation leave is paid to employees, through cash payments upon termination.

II. Stewardship, Compliance and Accountability

A. Budgetary Information

Annual budgets are adopted on the cash basis, which is not consistent with accounting principles generally accepted in the United States of America. All annual appropriations lapse at calendar year end.

Prior to the first required publication, the fiscal officer of the Town submits to the governing board a proposed operating budget for the year commencing the following January 1. Prior to adoption, the budget is advertised and public hearings are conducted by the governing board to obtain taxpayer comments. In September of each year, the governing board, through the passage of a resolution/ordinance, approves the budget for the next year. Copies of the budget resolution/ordinance and the advertisement for funds for which property taxes are levied or highway use taxes are received are sent to the Indiana Department of Local Government Finance. The budget becomes legally enacted after the fiscal officer of the Town receives approval of the Indiana Department of Local Government Finance.

The Town's management cannot transfer budgeted appropriations between object classifications of a budget without approval of the governing board. The Indiana Department of Local Government Finance must approve any revisions to the appropriations for any fund or any department of the General Fund. The legal level of budgetary control is by object and department within the fund for the General Fund and by object within the fund for all other budgeted funds.

TOWN OF PLAINFIELD
NOTES TO FINANCIAL STATEMENTS
(Continued)

B. Disbursements in Excess of Appropriations

For the year ended December 31, 2005, disbursements exceeded budgeted appropriations in the following funds by the amounts below:

Fund	2005
Wheel and Surtax	\$ 370,809
Local Law Enforcement Continuing Education	2,363
Riverboat Tax	12,872
Park Bond	573,950
Six Points Road	159,715
Economic Development Income Tax	326,562

These disbursements were funded by future revenues.

C. Cash and Investment Balance Deficits

At December 31, 2005, the following funds reported deficits in cash and investments, which are violations of the Uniform Compliance Guidelines and state statute:

Fund	2005
Wastewater 2003 Bond and Interest	\$ 930,051
Water 1996 Bond and Interest	97,349
Wastewater 1999 Bond and Interest	5,813
K-9 Donation	1,655
Federal Task Force Overtime	635
Operation Pullover	115
Hadley Road Corridor	5

Cash and investment deficits arose primarily from disbursements exceeding receipts due to the underestimate of current requirements; these deficits are to be repaid from future receipts.

III. Detailed Notes on All Funds

A. Deposits and Investments

1. Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. Indiana Code 5-13-8-1 allows a political subdivision of the State of Indiana to deposit public funds in a financial institution only if the financial institution is a depository eligible to receive state funds and has a principal office or branch that qualifies to receive public funds of the political subdivision. At December 31, 2005, the bank balances were insured by the Federal Deposit Insurance Corporation or the Public Deposit Insurance Fund, which covers all public funds held in approved depositories.

TOWN OF PLAINFIELD
NOTES TO FINANCIAL STATEMENTS
(Continued)

2. Investments

Authorization for investment activity is stated in Indiana Code 5-13. As of December 31, 2005, the Town had \$19,528,619 in repurchase agreements.

Investment Policies

Indiana Code 5-13-9 authorizes the Town to invest in securities backed by the full faith and credit of the United States Treasury or fully guaranteed by the United States of America and issued by the United States Treasury, a federal agency, a federal instrumentality, or a federal government sponsored enterprise. Indiana Code also authorizes the unit to invest in securities fully guaranteed and issued by a federal agency, a federal instrumentality or a federal government sponsored enterprise. These investments are required by statute to have a stated final maturity of not more than two years.

Indiana Code also provides for investment in money market mutual funds that are in the form of securities of, or interest in, an open-end, no-load, management-type investment company or investment trust registered under the provision of the federal Investment Company Act of 1940, as amended. Investments in money market mutual funds may not exceed 50% of the funds held by the Town and available for investment. The portfolio of an investment company or investment trust used must be limited to direct obligations of the United States of America, obligations issued by a federal agency, a federal instrumentality, or a federal government sponsored enterprise or repurchase agreements fully collateralized by direct obligations of the United States of America or obligations issued by a federal agency, a federal instrumentality, or a federal government sponsored enterprise. The form of securities of, or interest in, an investment company or investment trust must be rated as AAA, or its equivalent by Standard and Poor's Corporation or its successor or Aaa, or its equivalent, by Moody's Investors Service, Inc., or its successor. The form of securities in an investment company or investment trust should have a stated final maturity of one day.

Additionally, the Town may enter into repurchase agreements with depositories designated by the State Board of Finance as depositories for state deposits involving the unit's purchase and guaranteed resale of any interest-bearing obligations issued or fully insured or guaranteed by the United States of America, a United States of America government agency, an instrumentality of the United States of America, or a federal government sponsored enterprise. The repurchase agreement is considered to have a stated final maturity of one day. This agreement must be fully collateralized by interest-bearing obligations as determined by their current market value.

Investment Custodial Credit Risk

The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. The Town does not have a formal investment policy for custodial credit risk for investments.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Town must follow state statute and limit the stated final maturities of the investments to no more than two years. At December 31, 2005, the Town's investments in repurchase agreements had investment maturities of less than one year.

TOWN OF PLAINFIELD
NOTES TO FINANCIAL STATEMENTS
(Continued)

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. At December 31, 2005, the Town's investments in repurchase agreements were unrated.

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The Town does not have a policy in regards to concentration of credit risk. United States of America government and United States of America governmental agency securities are exempt from this policy requirement.

Foreign Currency Risk

The Town does not have a formal policy in regards to foreign currency risk.

B. Interfund Transfers

Interfund transfers for the year ended December 31, 2005, were as follows:

<u>Transfer From</u>	<u>Transfer To</u>	<u>2005</u>
Other governmental	Other governmental	<u>\$ 575,000</u>

The Town typically uses transfers to fund current-year debt service requirements.

IV. Other Information

A. Risk Management

The Town is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; job related illnesses or injuries to employees; medical benefits to employees, retirees, and dependents (excluding postemployment benefits); and natural disasters.

The risks of torts; theft of, damage to, and destruction of assets; errors and omissions; job related illnesses or injuries to employees; medical benefits to employees, retirees, and dependents (excluding postemployment benefits); and natural disasters are covered by commercial insurance from independent third parties. Settled claims from these risks have not exceeded commercial insurance coverage for the past three years. There were no significant reductions in insurance by major category of risk.

B. Holding Corporations

The Town has entered into capital leases with the Plainfield Municipal Improvements Corporation and the Plainfield Parks Facilities Corporation (the lessors). The lessors were organized as not-for-profit corporations pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the Town. Lease payments during the year totaled \$1,653,438.

TOWN OF PLAINFIELD
NOTES TO FINANCIAL STATEMENTS
(Continued)

C. Subsequent Events

Capital Assets

On January 9, 2006, the Town Council approved the purchase of the condemned Maxwell property for \$489,000 per attorney's recommendation.

On December 11, 2006, the Town Council awarded the purchase of (38) 2007 Chevrolet Impala Police Vehicles, (1) Dodge Durango, and (1) Harley Davidson Road King to Andy Mohr Chevrolet with the bid of \$754,885.76. Financing was awarded to Hendricks County Bank and Trust Company for a three year term at the rate of 3.65% to be paid semiannually beginning July 1, 2007.

Construction Projects

On January 9, 2006, the Town Council awarded the Reconstruction of U.S. 40 at Moon Road Project to Reith-Riley with the bid of \$827,425.

On July 24, 2006, the Town Council awarded the White Lick Creek Stream Enhancement Area 1 and 4 Project to John Hall Construction Inc. with the bid of \$1,158,260.

On August 14, 2006, the Town Council awarded the White Lick Creek Stream Enhancement Phase 2 Project to JDH Contracting with the bid of \$749,950.

On October 10, 2006, the Town Council awarded the Bob Ward Park Project to JDH Constructing, Inc., with the bid of \$252,450 and awarded the Sugar Grove Pedestrian Trail to John Hall Construction with the bid of \$196,326.

On November 13, 2006, the Town Council awarded the Broadband Cable Project to JDH Contracting, Inc., with the bid of \$179,200.

Storm Water Department

On July 10, 2006, the Town Council approved Ordinance 20-2006 creating the Storm Water Department and establishing storm water rates and charges.

D. Rate Structure – Enterprise Funds

Water Utility

On July 8, 1989, the Town Council adopted Ordinance No. 5-89 to withdraw from the jurisdiction of the Indiana Utility Regulatory Commission. The current rate structure was approved by the Council on July 22, 2002.

Wastewater Utility

The current rate structure was approved by the Town Council on August 11, 2003.

TOWN OF PLAINFIELD
NOTES TO FINANCIAL STATEMENTS
(Continued)

E. Pension Plans

1. Agent Multiple-Employer and Single-Employer Defined Benefit Pension Plans

a. Public Employees' Retirement Fund

Plan Description

The Town contributes to the Indiana Public Employees' Retirement Fund (PERF), a defined benefit pension plan. PERF is an agent multiple-employer public employee retirement system, which provides retirement benefits to plan members and beneficiaries. All full-time employees are eligible to participate in the defined benefit plan. State statutes (IC 5-10.2 and 5-10.3) govern, through the PERF Board, most requirements of the system and give the Town authority to contribute to the plan. The PERF retirement benefit consists of the pension provided by employer contributions plus an annuity provided by the member's annuity savings account. The annuity savings account consists of member's contributions, set by state statute at 3% of compensation, plus the interest credited to the member's account. The employer may elect to make the contributions on behalf of the member.

PERF administers the plan and issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole and for its participants. The report may be obtained by contacting:

Public Employees' Retirement Fund
Harrison Building, Room 800
143 West Market Street
Indianapolis, IN 46204
Ph. (317) 233-4162

Funding Policy and Annual Pension Cost

The contribution requirements of plan members for PERF are established by the Board of Trustees of PERF. The Town's annual pension cost and related information, as provided by the actuary, is presented in this note.

Information to segregate the assets/liabilities and the actuarial study figures between the Town and the Utilities is not available.

b. 1925 Police Officers' Pension Plan

Plan Description

The Town contributes to the 1925 Police Officers' Pension Plan, which is a single-employer defined benefit pension plan. The plan is administered by the local pension board as authorized by state statute (IC 36-8-6). The plan provides retirement, disability, and death benefits to plan members and beneficiaries. The plan was established by the plan administrator, as provided by state statute. The plan administrator does not issue a publicly available financial report that includes financial statements and required supplementary information of the plan.

TOWN OF PLAINFIELD
NOTES TO FINANCIAL STATEMENTS
(Continued)

Funding Policy and Annual Pension Cost

The contribution requirements of plan members for the 1925 Police Officers' Pension Plan are established by state statute. The Town's annual pension cost and related information as provided by the actuary, is presented in this note.

The use of the pay-as-you-go actuarial cost method by the Town results in significant underfunding of the plan. Therefore, the Net Pension Obligation (NPO) is not reflected in the financial statements of the pension trust funds.

c. 1937 Firefighters' Pension Plan

Plan Description

The Town contributes to the 1937 Firefighters' Pension Plan, which is a single-employer defined benefit pension plan. The plan is administered by the local pension board as authorized by state statute (IC 36-8-7). The plan provides retirement, disability, and death benefits to plan members and beneficiaries. The plan was established by the plan administrator, as provided by state statute. The plan administrator does not issue a publicly available financial report that includes financial statements and required supplementary information of the plan.

Funding Policy and Annual Pension Cost

The contribution requirements of plan members for the 1937 Firefighters' Pension Plan are established by state statute. The Town's annual pension cost and related information, as provided by the actuary, is presented in this note.

The use of the pay-as-you-go actuarial cost method by the Town results in significant underfunding of the plan. Therefore, the Net Pension Obligation (NPO) is not reflected in the financial statements of the pension trust funds.

Actuarial Information for the Above Plans

	PERF	1925 Police Officers' Pension	1937 Firefighters' Pension
Annual required contribution	\$ 79,665	\$ 448,500	\$ 252,400
Interest on net pension obligation	(1,443)	107,700	70,200
Adjustment to annual required contribution	<u>1,645</u>	<u>(179,700)</u>	<u>(117,100)</u>
Annual pension cost	79,867	376,500	205,500
Contributions made	<u>119,990</u>	<u>177,422</u>	<u>53,046</u>
Increase (decrease) in net pension obligation	(40,123)	199,078	152,454
Net pension obligation, beginning of year	<u>(19,907)</u>	<u>1,595,478</u>	<u>1,040,075</u>
Net pension obligation, end of year	<u>\$ (60,030)</u>	<u>\$ 1,794,556</u>	<u>\$ 1,192,529</u>

TOWN OF PLAINFIELD
NOTES TO FINANCIAL STATEMENTS
(Continued)

	PERF	1925 Police Officers' Pension	1937 Firefighters' Pension
Contribution rates:			
Town	4%	21%	21%
Plan members	3%	6%	6%
Actuarial valuation date	07-01-05	01-01-04	01-01-04
Actuarial cost method	Entry age	Entry age	Entry age
Amortization method	Level percentage of projected payroll, closed	Level percentage of projected payroll, closed	Level percentage of projected payroll, closed
Amortization period	40 years	30 years	30 years
Amortization period (from date)	07-01-97	01-01-05	01-01-05
Asset valuation method	75% of expected actuarial value plus 25% of market value	4 year phase in of unrealized and realized capital	4 year phase in of unrealized and realized capital

Actuarial Assumptions

Investment rate of return	7.25%	6%	6%
Projected future salary increases:			
Total	5%	4%	4%
Attributed to inflation	4%	4%	4%
Attributed to merit/seniority	1%	0%	0%
Cost-of-living adjustments	2%	2.75/4%*	2.75/4%*

* 2.75% converted members; 4% nonconverted members

Three Year Trend Information

	Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
PERF	06-30-03	\$ 79,281	84%	\$ (7,805)
	06-30-04	75,448	116%	(19,907)
	06-30-05	79,867	159%	(60,030)
1925 Police Officers' Pension Plan	12-31-01	323,200	17%	1,657,527
	12-31-02	286,900	122%	1,595,478
	12-31-03	376,500	47%	1,794,556
1937 Firefighters' Pension Plan	12-31-01	184,700	13%	952,984
	12-31-02	166,900	48%	1,040,075
	12-31-03	205,500	26%	1,192,529

TOWN OF PLAINFIELD
NOTES TO FINANCIAL STATEMENTS
(Continued)

Membership in the 1925 Police Officers' Pension Plan and the 1937 Firefighters' Pension Plan at January 1, 2005, was comprised of the following:

	1925 Police Officers' Pension	1937 Firefighters' Pension
Retires and beneficiaries currently receiving benefits	6	4
Terminated employees entitled to but not yet receiving benefits	-	-
Current active employees	2	3

2. Cost-Sharing Multiple-Employer Defined Benefit Pension Plan

1977 Police Officers' and Firefighters' Pension and Disability Fund

Plan Description

The Town contributes to the 1977 Police Officers' and Firefighters' Pension and Disability Fund, a cost-sharing multiple-employer defined benefit pension plan administered by the Indiana Public Employees' Retirement Plan (PERF) for all police officers and firefighters hired after April 30, 1977.

State statute (IC 36-8-8) regulates the operations of the system, including benefits, vesting and requirements for contributions by employers and by employees. Covered employees may retire at age 55 with 20 years of service. An employee with 20 years of service may leave service, but will not receive benefits until reaching age 55. The plan also provides for death and disability benefits.

PERF issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole and for its participants. That report may be obtained by contacting:

Public Employees' Retirement Fund
Harrison Building, Room 800
143 West Market Street
Indianapolis, IN 46204
Ph. (317) 233-4162

Funding Policy and Annual Pension Costs

Plan members are required to contribute 6% of the first-class police officers' and firefighters' salary and the Town is to contribute at an actuarially determined rate. The current rate, which has not changed since the inception of the plan, is 21% of the first-class police officers' and firefighters' salary. The contribution requirements of plan members and the Town are established by the Board of Trustees of PERF. The Town's contributions to the plan for the years ending December 31, 2005, 2004, and 2003, were \$775,135, \$689,619, and \$670,615, respectively, equal to the required contributions for each year.

TOWN OF PLAINFIELD
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULES OF FUNDING PROGRESS

Public Employees' Retirement Fund

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Excess of Assets Over (Unfunded) AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Excess (Unfunded) AAL as a Percentage of Covered Payroll ((a-b)/c)
07-01-03	\$ 1,578,512	\$ 1,599,352	\$ (20,840)	99%	\$ 1,617,433	(1%)
07-01-04	1,608,441	1,571,961	36,480	102%	1,791,829	2%
07-01-05	1,703,575	2,002,048	(298,473)	85%	2,141,343	(14%)

Police Officers' Pension Plan

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
01-01-99	\$ 248,088	\$ 3,372,900	\$ (3,124,812)	7%	\$ 100,200	(3,119%)
01-01-00	143,728	3,360,600	(3,216,872)	4%	69,200	(4,649%)
01-01-01	60,124	3,548,100	(3,487,976)	2%	74,600	(4,676%)
01-01-02	56,755	3,225,300	(3,168,545)	2%	78,000	(4,062%)
01-01-03	285,854	3,891,300	(3,605,446)	7%	80,200	(4,496%)
01-01-04	313,936	4,054,500	(3,740,564)	8%	84,600	(4,421%)

Firefighters' Pension Plan

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
01-01-99	\$ 213,833	\$ 1,694,000	\$ (1,480,167)	13%	\$ 100,100	(1,479%)
01-01-00	205,763	1,749,200	(1,543,437)	12%	103,500	(1,491%)
01-01-01	178,565	1,872,800	(1,694,235)	10%	111,700	(1,517%)
01-01-02	281,181	1,721,900	(1,440,719)	16%	116,800	(1,233%)
01-01-03	342,974	1,618,600	(1,275,626)	21%	120,000	(1,063%)
01-01-04	375,685	2,120,400	(1,744,715)	18%	124,000	(1,407%)

TOWN OF PLAINFIELD
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULES OF CONTRIBUTIONS FROM THE
EMPLOYER AND OTHER CONTRIBUTING ENTITIES

1925 Police Officers' Pension Plan				
	Year Ending		Annual Required Contribution (ARC)	Percentage of ARC Contributed
1925 Police Officers' Pension Plan	12-31-98	\$	369,500	16%
	12-31-99		340,300	12%
	12-31-00		342,700	8%
	12-31-01		374,000	15%
	12-31-02		354,200	99%
	12-31-03		448,500	40%
1937 Firefighters' Pension Plan	12-31-98	\$	264,800	18%
	12-31-99		183,400	22%
	12-31-00		193,800	6%
	12-31-01		213,700	12%
	12-31-02		205,600	39%
	12-31-03		252,400	21%

TOWN OF PLAINFIELD
COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
OTHER GOVERNMENTAL FUNDS
For The Year Ended December 31, 2005

	Motor Vehicle Highway	Local Road and Street	Wheel and Surtax	Park Nonreverting	Local Law Enforcement Continuing Education	Riverboat Tax	Rainy Day
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	579,202	203,821	315,471	-	-	116,000	-
Charges for services	-	-	-	-	20,643	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other	3,847	-	-	-	-	-	-
Total receipts	583,049	203,821	315,471	-	20,643	116,000	-
Disbursements:							
General government	-	-	570,809	-	-	129,196	-
Public safety	-	-	-	-	11,173	-	-
Highways and streets	866,395	74,259	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Total disbursements	866,395	74,259	570,809	-	11,173	129,196	-
Excess (deficiency) of receipts over disbursements	(283,346)	129,562	(255,338)	-	9,470	(13,196)	-
Other financing sources (uses)							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(283,346)	129,562	(255,338)	-	9,470	(13,196)	-
Cash and investment fund balance - beginning	760,623	28,621	413,504	12,932	20,636	224,363	1,238,575
Cash and investment fund balance - ending	\$ 477,277	\$ 158,183	\$ 158,166	\$ 12,932	\$ 30,106	\$ 211,167	\$ 1,238,575
<u>Cash and Investment Assets - December 31</u>							
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ 30,106	\$ 211,167	\$ 1,238,575
Restricted assets:							
Cash and investments	477,277	158,183	158,166	12,932	-	-	-
Total cash and investment assets - December 31	\$ 477,277	\$ 158,183	\$ 158,166	\$ 12,932	\$ 30,106	\$ 211,167	\$ 1,238,575
<u>Cash and Investment Fund Balance - December 31</u>							
Restricted for:							
Highways and streets	\$ 477,277	\$ 158,183	\$ 158,166	\$ -	\$ -	\$ -	\$ -
Culture and recreation	-	-	-	12,932	-	-	-
Debt service	-	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-	-
Unrestricted	-	-	-	-	30,106	211,167	1,238,575
Total cash and investment fund balance - December 31	\$ 477,277	\$ 158,183	\$ 158,166	\$ 12,932	\$ 30,106	\$ 211,167	\$ 1,238,575

TOWN OF PLAINFIELD
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2005
 (Continued)

	Emergency Dispatch	Police Beneficent	Fire Beneficent	Police Employees Donation	Park Beneficent	Calendar Donations	Police Party Donation
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	-	-
Charges for services	179,820	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other	-	150	2,550	-	1,555	2,985	1,377
Total receipts	179,820	150	2,550	-	1,555	2,985	1,377
Disbursements:							
General government	-	-	-	-	-	3,691	-
Public safety	78,941	800	431	56	-	-	700
Highways and streets	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Total disbursements	78,941	800	431	56	-	3,691	700
Excess (deficiency) of receipts over disbursements	100,879	(650)	2,119	(56)	1,555	(706)	677
Other financing sources (uses)							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	100,879	(650)	2,119	(56)	1,555	(706)	677
Cash and investment fund balance - beginning	-	1,074	4,387	236	-	6,510	173
Cash and investment fund balance - ending	\$ 100,879	\$ 424	\$ 6,506	\$ 180	\$ 1,555	\$ 5,804	\$ 850
<u>Cash and Investment Assets - December 31</u>							
Cash and investments	\$ 100,879	\$ 424	\$ 6,506	\$ 180	\$ 1,555	\$ 5,804	\$ 850
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - December 31	\$ 100,879	\$ 424	\$ 6,506	\$ 180	\$ 1,555	\$ 5,804	\$ 850
<u>Cash and Investment Fund Balance - December 31</u>							
Restricted for:							
Highways and streets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Culture and recreation	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-	-
Unrestricted	100,879	424	6,506	180	1,555	5,804	850
Total cash and investment fund balance - December 31	\$ 100,879	\$ 424	\$ 6,506	\$ 180	\$ 1,555	\$ 5,804	\$ 850

TOWN OF PLAINFIELD
COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
OTHER GOVERNMENTAL FUNDS
For The Year Ended December 31, 2005
(Continued)

	Chaplain Donation	Bike Donation	K-9 Donation	Record Perpetuation	Criminal Investigation	Hendricks County Grant	Federal Task Force Overtime
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	9,180	1,083
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	9,571	2,352	-	-
Other	439	2,740	708	-	-	-	-
Total receipts	439	2,740	708	9,571	2,352	9,180	1,083
Disbursements:							
General government	-	-	-	-	-	-	-
Public safety	1,287	-	4,053	-	-	8,883	1,930
Highways and streets	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Total disbursements	1,287	-	4,053	-	-	8,883	1,930
Excess (deficiency) of receipts over disbursements	(848)	2,740	(3,345)	9,571	2,352	297	(847)
Other financing sources (uses)							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(848)	2,740	(3,345)	9,571	2,352	297	(847)
Cash and investment fund balance - beginning	2,275	155	1,690	14,434	7,041	412	212
Cash and investment fund balance - ending	\$ 1,427	\$ 2,895	\$ (1,655)	\$ 24,005	\$ 9,393	\$ 709	\$ (635)
<u>Cash and Investment Assets - December 31</u>							
Cash and investments	\$ 1,427	\$ 2,895	\$ (1,655)	\$ 24,005	\$ 9,393	\$ 709	\$ (635)
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - December 31	\$ 1,427	\$ 2,895	\$ (1,655)	\$ 24,005	\$ 9,393	\$ 709	\$ (635)
<u>Cash and Investment Fund Balance - December 31</u>							
Restricted for:							
Highways and streets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Culture and recreation	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-	-
Unrestricted	1,427	2,895	(1,655)	24,005	9,393	709	(635)
Total cash and investment fund balance - December 31	\$ 1,427	\$ 2,895	\$ (1,655)	\$ 24,005	\$ 9,393	\$ 709	\$ (635)

TOWN OF PLAINFIELD
COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
OTHER GOVERNMENTAL FUNDS
For The Year Ended December 31, 2005
(Continued)

	<u>Greenways</u>	<u>Food and Beverage Tax</u>	<u>Meth Grant</u>	<u>Operation Pull Over</u>	<u>Recycling Grant</u>	<u>Park Bond</u>
Receipts:						
Taxes	\$ -	\$ 502,266	\$ -	\$ -	\$ -	\$ 1,631,408
Intergovernmental	-	-	-	1,900	-	161,283
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	<u>-</u>	<u>502,266</u>	<u>-</u>	<u>1,900</u>	<u>-</u>	<u>1,792,691</u>
Disbursements:						
General government	-	209,125	-	-	2,800	-
Public safety	-	-	-	2,015	-	-
Highways and streets	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	730,145
Interest	-	-	-	-	-	1,348,805
Capital outlay:						
General government	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Total disbursements	<u>-</u>	<u>209,125</u>	<u>-</u>	<u>2,015</u>	<u>2,800</u>	<u>2,078,950</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>293,141</u>	<u>-</u>	<u>(115)</u>	<u>(2,800)</u>	<u>(286,259)</u>
Other financing sources (uses)						
Transfers in	-	-	-	-	-	575,000
Transfers out	-	(375,000)	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>(375,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>575,000</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>-</u>	<u>(81,859)</u>	<u>-</u>	<u>(115)</u>	<u>(2,800)</u>	<u>288,741</u>
Cash and investment fund balance - beginning	<u>13,837</u>	<u>558,930</u>	<u>530</u>	<u>-</u>	<u>7,800</u>	<u>542,270</u>
Cash and investment fund balance - ending	<u>\$ 13,837</u>	<u>\$ 477,071</u>	<u>\$ 530</u>	<u>\$ (115)</u>	<u>\$ 5,000</u>	<u>\$ 831,011</u>
<u>Cash and Investment Assets - December 31</u>						
Cash and investments	\$ 13,837	\$ 477,071	\$ 530	\$ (115)	\$ 5,000	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	831,011
Total cash and investment assets - December 31	<u>\$ 13,837</u>	<u>\$ 477,071</u>	<u>\$ 530</u>	<u>\$ (115)</u>	<u>\$ 5,000</u>	<u>\$ 831,011</u>
<u>Cash and Investment Fund Balance - December 31</u>						
Restricted for:						
Highways and streets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	831,011
Other purposes	-	-	-	-	-	-
Unrestricted	<u>13,837</u>	<u>477,071</u>	<u>530</u>	<u>(115)</u>	<u>5,000</u>	<u>-</u>
Total cash and investment fund balance - December 31	<u>\$ 13,837</u>	<u>\$ 477,071</u>	<u>\$ 530</u>	<u>\$ (115)</u>	<u>\$ 5,000</u>	<u>\$ 831,011</u>

TOWN OF PLAINFIELD
COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
OTHER GOVERNMENTAL FUNDS
For The Year Ended December 31, 2005
(Continued)

	Cumulative Capital Improvement	Capital Improvement Levy	County Income Tax	Economic Development	Redevelopment Commission	Hadley Road Corridor
Receipts:						
Taxes	\$ -	\$ 826,537	\$ -	\$ -	\$ -	\$ -
Intergovernmental	56,867	156,322	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	-	-	-	-	-	4,205
Total receipts	<u>56,867</u>	<u>982,859</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,205</u>
Disbursements:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	3,069	852,021	-	-	-	-
Highways and streets	-	-	-	-	-	4,210
Total disbursements	<u>3,069</u>	<u>852,021</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,210</u>
Excess (deficiency) of receipts over disbursements	<u>53,798</u>	<u>130,838</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(5)</u>
Other financing sources (uses)						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>53,798</u>	<u>130,838</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(5)</u>
Cash and investment fund balance - beginning	<u>466,202</u>	<u>1,707,173</u>	<u>1,154,185</u>	<u>1,841</u>	<u>24,479</u>	<u>-</u>
Cash and investment fund balance - ending	<u>\$ 520,000</u>	<u>\$ 1,838,011</u>	<u>\$ 1,154,185</u>	<u>\$ 1,841</u>	<u>\$ 24,479</u>	<u>\$ (5)</u>
<u>Cash and Investment Assets - December 31</u>						
Cash and investments	\$ -	\$ -	\$ 1,154,185	\$ 1,841	\$ 24,479	\$ (5)
Restricted assets:						
Cash and investments	<u>520,000</u>	<u>1,838,011</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total cash and investment assets - December 31	<u>\$ 520,000</u>	<u>\$ 1,838,011</u>	<u>\$ 1,154,185</u>	<u>\$ 1,841</u>	<u>\$ 24,479</u>	<u>\$ (5)</u>
<u>Cash and Investment Fund Balance - December 31</u>						
Restricted for:						
Highways and streets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Other purposes	520,000	1,838,011	-	-	-	-
Unrestricted	<u>-</u>	<u>-</u>	<u>1,154,185</u>	<u>1,841</u>	<u>24,479</u>	<u>(5)</u>
Total cash and investment fund balance - December 31	<u>\$ 520,000</u>	<u>\$ 1,838,011</u>	<u>\$ 1,154,185</u>	<u>\$ 1,841</u>	<u>\$ 24,479</u>	<u>\$ (5)</u>

TOWN OF PLAINFIELD
COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
OTHER GOVERNMENTAL FUNDS
For The Year Ended December 31, 2005
(Continued)

	Interstate 70 Interchange	State Road 267 Corridor	US 40 Corridor	Six Points Road	Economic Development Income Tax	Totals
Receipts:						
Taxes	\$ 549,881	\$ 384,338	\$ 1,116,864	\$ 880,723	\$ 1,327,495	\$ 7,219,512
Intergovernmental	801	559	1,623	1,280	34,530	1,639,922
Charges for services	-	-	-	-	-	200,463
Fines and forfeits	-	-	-	-	-	11,923
Other	-	-	1,833	-	502,182	524,571
Total receipts	<u>550,682</u>	<u>384,897</u>	<u>1,120,320</u>	<u>882,003</u>	<u>1,864,207</u>	<u>9,596,391</u>
Disbursements:						
General government	-	-	-	-	-	915,621
Public safety	-	-	-	-	-	110,269
Highways and streets	-	-	-	-	-	940,654
Debt service:						
Principal	55,142	55,142	96,000	323,250	215,000	1,474,679
Interest	37,607	37,608	317,463	-	111,000	1,852,483
Capital outlay:						
General government	-	-	-	-	800,562	1,655,652
Highways and streets	<u>75,599</u>	<u>666,196</u>	<u>111,194</u>	<u>21,465</u>	<u>-</u>	<u>878,664</u>
Total disbursements	<u>168,348</u>	<u>758,946</u>	<u>524,657</u>	<u>344,715</u>	<u>1,126,562</u>	<u>7,828,022</u>
Excess (deficiency) of receipts over disbursements	<u>382,334</u>	<u>(374,049)</u>	<u>595,663</u>	<u>537,288</u>	<u>737,645</u>	<u>1,768,369</u>
Other financing sources (uses)						
Transfers in	-	-	-	-	-	575,000
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(200,000)</u>	<u>(575,000)</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(200,000)</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>382,334</u>	<u>(374,049)</u>	<u>595,663</u>	<u>537,288</u>	<u>537,645</u>	<u>1,768,369</u>
Cash and investment fund balance - beginning	<u>1,316,291</u>	<u>764,837</u>	<u>1,595,767</u>	<u>343,884</u>	<u>105,705</u>	<u>11,341,584</u>
Cash and investment fund balance - ending	<u>\$ 1,698,625</u>	<u>\$ 390,788</u>	<u>\$ 2,191,430</u>	<u>\$ 881,172</u>	<u>\$ 643,350</u>	<u>\$ 13,109,953</u>
<u>Cash and Investment Assets - December 31</u>						
Cash and investments	\$ 1,698,625	\$ 390,788	\$ 2,191,430	\$ 881,172	\$ 643,350	\$ 9,114,373
Restricted assets:						
Cash and investments	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,995,580</u>
Total cash and investment assets - December 31	<u>\$ 1,698,625</u>	<u>\$ 390,788</u>	<u>\$ 2,191,430</u>	<u>\$ 881,172</u>	<u>\$ 643,350</u>	<u>\$ 13,109,953</u>
<u>Cash and Investment Fund Balance - December 31</u>						
Restricted for:						
Highways and streets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 793,626
Culture and recreation	-	-	-	-	-	12,932
Debt service	-	-	-	-	-	831,011
Other purposes	-	-	-	-	-	2,358,011
Unrestricted	<u>1,698,625</u>	<u>390,788</u>	<u>2,191,430</u>	<u>881,172</u>	<u>643,350</u>	<u>9,114,373</u>
Total cash and investment fund balance - December 31	<u>\$ 1,698,625</u>	<u>\$ 390,788</u>	<u>\$ 2,191,430</u>	<u>\$ 881,172</u>	<u>\$ 643,350</u>	<u>\$ 13,109,953</u>

TOWN OF PLAINFIELD
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 PENSION TRUST FUNDS
 For The Year Ended December 31, 2005

	Police Pension	Fire Pension	Total
Additions:			
Contributions:			
Employer	\$ 71,422	\$ 17,015	\$ 88,437
Plan members	-	4,982	4,982
State	<u>98,358</u>	<u>34,154</u>	<u>132,512</u>
Total additions	<u>169,780</u>	<u>56,151</u>	<u>225,931</u>
Deductions:			
Benefits	186,242	46,942	233,184
Administrative and general	<u>59,313</u>	<u>-</u>	<u>59,313</u>
Total deductions	<u>245,555</u>	<u>46,942</u>	<u>292,497</u>
Excess (deficiency) of total additions over total deductions	(75,775)	9,209	(66,566)
Cash and investment fund balance - beginning	<u>154,358</u>	<u>392,187</u>	<u>546,545</u>
Cash and investment fund balance - ending	<u><u>\$ 78,583</u></u>	<u><u>\$ 401,396</u></u>	<u><u>\$ 479,979</u></u>

TOWN OF PLAINFIELD
COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
AGENCY FUNDS
For The Year Ended December 31, 2005

	Payroll	Town Court	Law Enforcement	Judgment	Initial Diversion Fees	Monthly Diversion Fees	Home Detention Fees	Probation Fees	Total
Additions:									
Agency fund additions	11,836,675	648,453	67,711	-	14,870	25,039	-	29,111	12,621,859
Deductions:									
Agency fund deductions	11,895,306	632,631	66,114	-	14,870	25,039	-	26,200	12,660,160
Excess (deficiency) of total additions over total deductions	(58,631)	15,822	1,597	-	-	-	-	2,911	(38,301)
Cash and investment fund balance - beginning	286,621	36,900	11,700	244	-	-	281	9,066	344,812
Cash and investment fund balance - ending	<u>\$ 227,990</u>	<u>\$ 52,722</u>	<u>\$ 13,297</u>	<u>\$ 244</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 281</u>	<u>\$ 11,977</u>	<u>\$ 306,511</u>

TOWN OF PLAINFIELD
OTHER REPORTS

The annual report presented herein was prepared in addition to other official reports prepared for the individual Town offices listed below:

Town Court
Water and Wastewater Utilities

TOWN OF PLAINFIELD
AUDIT RESULTS AND COMMENTS

ANNUAL REPORT

The City/Town Annual Report (CTAR) for calendar year 2005, was completed in December of 2006. The required information was never published for 2005.

Indiana Code 5-3-1-3(a) states in part: "Within sixty (60) days after the expiration of each calendar year, the fiscal officer of each civil city and town in Indiana shall publish an annual report of the receipts and expenditures of the city or town . . ."

OVERDRAWN FUND BALANCES

The fund balances of several funds were overdrawn during 2005. The following funds had overdrawn fund balances on December 31, 2005:

Fund Name	Overdrawn Amount
Wastewater 2003 Bond and Interest	\$ 930,051
Water 1996 Bond and Interest	97,349
Wastewater 1999 Bond and Interest	5,813
K-9 Donation	1,655
Federal Task Force Overtime	635
Operation Pullover	115
Hadley Road Corridor	5

The fund balance of any fund may not be reduced below zero. Routinely overdrawn funds could be an indicator of serious financial problems which should be investigated by the governmental unit. (Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 7)

DEPOSITORY RECONCILIATIONS

Depository reconciliations of the fund balances to the bank account balances were not completed. The depository reconciliation for December 31, 2005, indicates that there is \$ 45,327 more in the depository accounts than reflected in the financial records. Officials have indicated that they believe the error is due to problems in maintaining the Town's financial records.

Indiana Code 5-13-6-1(e) states in part: "All local investment officers shall reconcile at least monthly the balance of public funds, as disclosed by the records of the local officers, with the balance statements provided by the respective depositories."

TOWN OF PLAINFIELD
AUDIT RESULTS AND COMMENTS
(Continued)

APPROPRIATIONS

The records presented for audit indicated the following expenditures in excess of budgeted appropriations:

Fund	Excess Amount Expended
Wheel and Surtax	\$ 370,809
Local Law Enforcement Continuing Education	2,363
Riverboat Tax	12,872
Park Bond	573,950
Six Points Road	159,715
Economic Development Income Tax	326,562

Indiana Code 6-1.1-18-4 states in part: ". . . the proper officers of a political subdivision shall appropriate funds in such a manner that the expenditures for a year do not exceed its budget for that year as finally determined under this article."

ERRORS ON CLAIMS

Claim forms supporting disbursements did not have evidence to support receipt of goods or services.

Indiana Code 5-11-10-1.6 states in part:

"(b) As used in this section, 'claim' means a bill or an invoice submitted to a governmental entity for goods or services.

(c) The fiscal officer of a governmental entity may not draw a warrant or check for payment of a claim unless . . . :

(2) the invoice or bill is approved by the officer or person receiving the goods and services;"

TOWN OF PLAINFIELD
EXIT CONFERENCE

The contents of this report were discussed on February 1, 2007, with Wesley Bennett, Clerk-Treasurer; and Daniel Fivecoat, Town Councilman.